



## Alabama Department of Economic And Community Affairs

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### ALABAMA CDBG INTERGOVERNMENTAL POLICY LETTER NUMBER 16

TO: Persons Interested in State  
CDBG Program

FROM: Don C. Hines, Ph.D.  
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#### **POLICY ON ADVERTISEMENT FOR COMPLETION OF CONSTRUCTION CONTRACT AND AFFECT ON CLOSE OUT OF CDBG PROJECTS**

##### **Advertisements for Completion of Construction Contracts**

The law that governs the requirements for the advertisement which must be run when a construction contract for public works has been completed has some very gray areas, and there seem to be varying opinions regarding the interpretation of this law. Therefore, for our purposes, projects funded under CDBG or CDBG authority, the following interpretation shall apply: Title 39, Chapter 1, Section 1, Subsection (d), *Code of Alabama*, "The contractor shall immediately after the completion of the contract give notice of said completion by an advertisement in some newspaper of general circulation published within the city or county wherein the work has been done for a period of four successive weeks." In no instance shall a final settlement be made upon the contract before the expiration of 30 days from the beginning of the first ad. Immediately shall mean within one week of completion.

Completion shall mean when the grantee/owner is satisfied that all work has been finished in accordance with the terms and condition of the contract, that no work within the terms and conditions of the contract remains to be done. The final Inspection form shall not be executed until this point is reached.